

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3587
ANSWERED ON:20.08.2004
HDFC INTEREST RATE
Verma Shri Rajesh

Will the Minister of FINANCE be pleased to state:

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- (a) whether Housing Development Finance Corporation, India's largest home loan company, has hiked fixed interest rate on house loan recently;
- (b) if so, the details thereof; and
- (c) its impact on customers ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S. S. PALANIMANICKAM)

- (a) Yes, Sir.
- (b) The fixed rate on housing loans are being offered to customers in a band of 7.75% to 8.5% p.a. based on the credit quality and loan product. The earlier fixed interest rate was 7.5% to 8.5% p.a.
- (c) A quarter percent hike in the interest rate increases the equated monthly installments (EMI) marginally making minimal impact on customers.